

HOUSE No. 1563

By Mr. Cabral of New Bedford, petition of Bruce E. Tarr and Emile J. Goguen that the Commissioner of Insurance be directed to establish a competitive rate system for noncompulsory motor vehicle insurance coverage. Financial Services.

The Commonwealth of Massachusetts

In the Year Two Thousand and Five.

AN ACT TO INTRODUCE COMPETITION TO NON-COMPULSORY AUTO INSURANCE.

Be it enacted by the Senate and House of Representatives in General Court assembled, and by the authority of the same, as follows:

- 1 Section 113B of Chapter 175 of the General Laws, as appearing
- 2 in the 2002 Official Edition, is hereby amended by inserting after
- 3 the last paragraph, the following paragraph:—
- 4 The commissioner of insurance shall establish a competitive
- 5 rate system of automobile insurance for noncompulsory coverage.
- 6 Said competitive system shall take effect for policies issued or
- 7 renewed after January 1, 2006. Said competitive system shall
- 8 sunset January 1, 2009 unless otherwise extended. The commis-
- 9 sioner shall report the experience of said competitive system to
- 10 the committee on insurance on January 1, 2007.